

FISCAL NOTE

HB 3439 - SB 3441

April 29, 1998

SUMMARY OF BILL: Provides that it shall be lawful for any individual, firm, partnership or corporation to sell at retail any Class C common fireworks within the City of East Ridge.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - Less than \$100,000

Increase Local Govt. Revenues - Less than \$40,000

Other Fiscal Impact - Provides for a shift in local government revenues to the extent fireworks are sold in the city described in the bill as opposed to other localities in the state. The amount cannot be determined but is estimated to be less than \$100,000.

The estimated increase in revenues shown above assumes some increase in the sale of fireworks sold in the state will occur that would not have occurred in the absence of the bill and an increase in permit fees paid to the State Fire Marshal's office. However, such increase is estimated not to be significant.

For information purposes, assuming a 2.25% local sales tax rate, sales of approximately \$4,500,000 would have to shift from one local government to another in order for the amount of local tax revenues shifted between local government entities to exceed \$100,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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